

April 14, 2010

ITEM NO. B1

**AUTHORIZATION TO EXECUTE CONTRACT WITH OLD VETERAN
CONSTRUCTION, INC. FOR THE FAMILY HOUSING RENOVATION AT
WASHINGTON PARK HOMES LOW RISES (IL2-034) – PHASE 5**

To the Honorable Board of Commissioners:

RECOMMENDATION

It is recommended that the Board of Commissioners authorize the Chief Executive Officer or his designee to execute a contract with Old Veteran Construction, Inc. for \$8,538,000.00 for the Family Housing renovation at Washington Park Homes Low Rises (IL2-034) – Phase 5. The work, comprising sixty-two (62) units at 547 - 555 E. 40th St., 557 - 567 E. 40th St., 601 - 611 E. 40th St., 613 - 627 E. 40th St., 629 - 639 E. 40th St., 641 - 651 E. 40th St., 653 - 657 E. 40th St., 4008 - 4012 S. Langley St., 4417 - 4427 S. Wabash Ave., 4441 - 4447 S. Prairie Ave. and 5132 - 5146 S. Calumet Ave., and the associated Site Work and Landscaping, is to be completed within one hundred eighty (180) calendar days of the date set forth in the Notice to Proceed.

RECOMMENDATION SUMMARY

Funding: General Fund

Specification No: 09 - 00470

Vendor: Old Veteran Construction, Inc.
10942 S. Halsted St.
Chicago, IL 60628

Contract Type: Construction	Date Advertised:	January 8, 2010
Contract Amount: \$8,538,000.00	Pre-Bid Conference:	January 14, 2010
Number of Vendors Solicited: 577 (including 93 MBE and 30 WBE Firms)	Site Visit:	January 14, 2010
Assist Agencies: 44	Addendum No. 1 issued:	February 1, 2010
Number of Pick-Ups/Downloads: 105 (including 14 MBE and 8 WBE Firms)	Addendum No. 2 issued:	February 4, 2010
Number of Bids Received: 11	Date Bids Opened:	February 19, 2010
Contract Time: One hundred eighty (180) calendar days from the date set forth in the Notice to Proceed	Advertisement Publication(s):	Chicago Sun-Times Chicago Defender Extra CHA Website BuySpeed Online

M/W/DBE Participation:

Direct MBE 40 % WBE % DBE %
Indirect MBE % WBE % DBE %
Waiver (Yes/No)

Section 3:
Hiring # 8 Subcontracting \$ _____ Other Economic Opportunities \$ _____

GENERAL BACKGROUND

As part of the Capital Improvement Program, the Chicago Housing Authority (CHA) solicited bids for general contractors to perform general renovation of sixty-two (62) Family Housing units, including site work and landscaping, at Washington Park Homes Low Rises (IL2-034) – Phase 5. The work will be performed at 547 - 555 E. 40th St., 557 - 567 E. 40th St., 601 - 611 E. 40th St., 613 - 627 E. 40th St., 629 - 639 E. 40th St., 641 - 651 E. 40th St., 653 - 657 E. 40th St., 4008 - 4012 S. Langley St., 4417 - 4427 S. Wabash Ave., 4441 - 4447 S. Prairie Ave. and 5132 - 5146 S. Calumet Ave.) and will be completed within one hundred eighty (180) calendar days of the date set forth in the Notice to Proceed. This work includes, but is not limited to, demolition, interior renovation, exterior envelope, and site improvements for Phase 5.

PROCUREMENT HISTORY

The CHA advertised Invitation for Bid (IFB) No. 09-00470 on January 8, 2010 for the renovation of sixty-two (62) Family Housing units, including the associated site work and landscaping, at Washington Park Homes Low Rises (IL2-034), Phase 5. The IFB was advertised in the Chicago Sun-Times, the Chicago Defender and Extra, and on the CHA website on BuySpeed.

The Pre-bid meeting and Site Visit were held on January 14, 2010. The CHA issued Addendum No. 1 on February 1, 2010. It extended the bid due date from February 4, 2010 to February 19, 2010. Addendum No. 2 was issued on February 4, 2010 to respond to Requests for Information, provide notes on updates to the Drawings and Technical Specifications included in the original release of the solicitation, and distribute revised versions of the BF pages as well as selected Drawings.

The CHA received and opened eleven (11) bids, three (3) from contractors certified as MBE businesses, on February 19, 2010 at 11:00 am,

After reviewing the bid submittal materials, the Department of Procurement and Contracts and the Capital Construction Department held pre-award survey meetings with the three (3) lowest apparent bidders. Each firm responded to questions on the thoroughness of its bid and its capacity to perform this work.

Based on their submitted bid, the Department of Procurement and Contracts has determined that Old Veteran Construction. Inc. (“Old Vet”) is the lowest responsive and responsible bidder at \$8,538,000.00. Old Vet has considerable experience as a general contractor for CHA renovation efforts, most recently as part of the Indefinite Delivery, Indefinite Quantity program.

Based on the foregoing, it is in the CHA’s best interest for the Board of Commissioners to authorize the Chief Executive Officer or his designee to execute a contract with Old Veteran

Construction, Inc. in the amount of \$8,538,000.00 for the renovation of sixty-two (62) Family Housing units, including the site work and landscaping, at Washington Park Homes Low Rises (IL2-034) – Phase 5. The work will be performed at 547 - 555 E. 40th St., 557 - 567 E. 40th St., 601 - 611 E. 40th St., 613 - 627 E. 40th St., 629 - 639 E. 40th St., 641 - 651 E. 40th St., 653 - 657 E. 40th St., 4008 - 4012 S. Langley St., 4417 - 4427 S. Wabash Ave., 4441 - 4447 S. Prairie Ave. and 5132 - 5146 S. Calumet Ave. It is to be completed within one hundred eighty (180) calendar days of the date set forth in the Notice to Proceed.

This award is subject to the Contractor's compliance with the CHA's MBE/WBE/DBE, Section 3 resident hiring, and bonding and insurance requirements.

RESOLUTION NO. 2010-CHA-42

WHEREAS, the Board of Commissioners has reviewed the Board Letter dated April 14, 2010, entitled "AUTHORIZATION TO EXECUTE CONTRACT WITH OLD VETERAN CONSTRUCTION, INC. FOR THE FAMILY HOUSING RENOVATION AT WASHINGTON PARK HOMES LOW RISES (IL2-034) – PHASE 5";

THEREFORE, BE IT RESOLVED BY THE CHICAGO HOUSING AUTHORITY

THAT that the Board of Commissioners authorizes the Chief Executive Officer or his designee to execute a contract with Old Veteran Construction, Inc. in the amount of \$8,538,000.00 for the renovation of sixty-two (62) Family Housing units, including the site work and landscaping, at Washington Park Homes Low Rises (IL2-034) – Phase 5. The work will be performed at 547 - 555 E. 40th St., 557 - 567 E. 40th St., 601 - 611 E. 40th St., 613 - 627 E. 40th St., 629 - 639 E. 40th St., 641 - 651 E. 40th St., 653 - 657 E. 40th St., 4008 - 4012 S. Langley St., 4417 - 4427 S. Wabash Ave., 4441 - 4447 S. Prairie Ave. and 5132 - 5146 S. Calumet Ave. It is to be completed within one hundred eighty (180) calendar days of the date set forth in the Notice to Proceed.

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